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ZENN Motor Company Inc.
Toronto, Ontario, Canada
(TSXV: ZNN)

ZENN MOTOR COMPANY COMPLETES CDN \$15 MILLION FINANCING

Toronto, Ontario – May 30, 2008 – ZENN Motor Company Inc. (“the Company”) is pleased to announce that it has completed its previously announced short form prospectus offering of common shares with Paradigm Capital Inc. and Canaccord Capital Corporation acting as agents. Pursuant to the offering, the Company issued and sold 4,060,000 shares at a price of \$3.75 per share, including 325,000 common shares issued on the exercise of the agents' over-allotment option, raising gross proceeds of CDN \$15,225,000. Net proceeds from this financing will be used to fund working capital and general corporate purposes, including engineering and new product development, market development for new and existing offerings, strategic partnerships, joint ventures, acquisitions or investments should the appropriate opportunities arise.

The shares were offered by way of a short form prospectus in the provinces of Alberta, British Columbia and Ontario and in the United States on a private placement basis pursuant to an exemption from the registration requirements of the U.S. Securities Act of 1933, as amended.

This news release does not constitute an offer to sell, or the solicitation of an offer to buy, the common shares of any jurisdiction, including the United States, or to, or for the account or benefit of, U.S. persons absent U.S. registration or an applicable exemption therefrom, nor shall there be any sale of the common shares in any state in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such state. The common shares being offered will not be, and have not been, registered under the United States Securities Act of 1933, as amended, and may not be offered or sold within the United States or to, or for the account or benefit of, a U.S. person, absent U.S. registration or an applicable exemption therefrom.

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.

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ABOUT ZENN Motor Company Inc.

With Head Offices in Toronto, Canada, ZENN Motor Company is dedicated to being the global leader in producing zero emission transportation solutions for markets around the world. The Company's current ZENN car is the perfect vehicle for urban commuters, fleets (such as resorts, gated communities, airports, college and business campuses, municipalities, parks and more), the environmentally conscious driver, and consumers who just want to save money. The ZENN is sold through a growing network of retailers across the United States.

The ZENN is a fully electric low speed vehicle (LSV) with European styling and appointments that offers customers tremendous operational cost savings compared to a vehicle powered by an internal combustion engine. Recently

named “Commuter King of the Plug-ins” by Newsweek Magazine, the 2008 ZENN is ultra nimble quick from a stop and perfect for small parking spaces and San Franciscan slopes.

The potential commercialization of the high power-density ceramic ultra capacitor being developed by the Company’s strategic partner, EESstor Inc. for future ZENN vehicles will enable them to travel at highway speeds and extended distances like a traditional car at a fraction of the cost. Moreover, ZENN electric vehicles don’t emit emissions or noise pollution and provide their owners a freedom from worrying about escalating gas prices – making widespread concerns about oil dependency a thing of the past.

Forward-looking Statement

Certain statements in this release may contain “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995 and applicable Canadian securities legislation. Generally, these forward-looking statements can be identified by the use of forward-looking terminology such as “plans”, “expects” or “does not expect”, “is expected”, “budget”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates” or “does not anticipate”, or “believes”, or variations of such words and phrases or state that certain actions, events or results “may”, “could”, “would”, “might” or “will be taken”, “occur” or “be achieved”. Forward-looking statements are subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of ZENN Motor Company Inc. to be materially different from those expressed or implied by such forward-looking statements including but not limited to those risk factors discussed in the Company's most recent Annual Information Form. There can be no assurance that such statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements. ZMC does not undertake to update any forward-looking statements, except in accordance with applicable securities laws.

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